

Message Text

CONFIDENTIAL

PAGE 01 TOKYO 15651 020521Z

17

ACTION EA-10

INFO OCT-01 EUR-12 ISO-00 AID-05 IGA-01 IO-10 SP-02 EB-07

NSC-05 RSC-01 CIEP-01 TRSE-00 SS-15 STR-01 OMB-01

CEA-01 COME-00 ABF-01 FRB-01 OIC-02 CIAE-00 DODE-00

PM-03 H-01 INR-05 L-02 NSAE-00 PA-01 PRS-01 USIA-06

/096 W

----- 046606

P R 020440Z DEC 74

FM AMEMBASSY TOKYO

TO SECSTATE WASHDC PRIORITY 6415

INFO AMEMBASSY BANGKOK

AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY CANBERRA

AMEMBASSY JAKARTA

AMEMBASSY KUALA LUMPUR

AMEMBASSY LONDON

AMEMBASSY MANILA

AMEMBASSY PHNOM PENH

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY SINGAPORE

AMEMBASSY THE HAGUE

AMEMBASSY WELLINGTON

USMISSION OECD PARIS

C O N F I D E N T I A L TOKYO 15651

E.O. 11652: GDS

TAGS: EAID, CB, JA

SUBJECT: ESF CONTRIBUTIONS AND DECEMBER 5 MEETING MANILA

REF: (A) STATE 261229 (B) STATE 259271

SUMMARY: ON NOVEMBER 29, DRAWING ON REFTELS, E/C COUNS

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 TOKYO 15651 020521Z

AND EMBOFF DISCUSSED DECEMBER 5 ESF DONORS MEETING

AND JAPAN' 1975 PARTICIPATION IN ESF WITH HANABUSA, DIRECTOR, AND KAZUHARA, DEPUTY DIRECTOR, FIRST SOUTHEAST ASIA DIVISION, FONOFF. HANABUSA MADE FOLLOWING POINTS. END SUMMARY.

1. RE DECEMBER 5 DONORS MEETING:

(A) HANABUSA AND GOJ EMBASSY PHNOM PENH REP (NAKAMURA) WILL ATTEND MEETING IN MANILA.

(B) AT MEETING, SIMILARLY TO LAST YEAR, GOJ WILL PROPOSE THAT ESF OPERATION BE CONTINUED IN 1975 AND THAT INDIVIDUAL DONORS MAKE PLEDGES KNOWN IN DUE COURSE IN ACCORDANCE WITH RESPECTIVE BUDGET PROCEDURES. GOJ WILL NOT BE ABLE TO PLEDGE AT MEETING.

(C) IN INTERMINISTERIAL BUDGET NEGOTIATIONS WITH MINISTRY OF FINANCE, FONOFF IS ASKING FOR SEVEN MILLION DOLLARS FOR 1975 ESF CONTRIBUTION. (HANABUSA STRESSED CONFIDENTIALITY THIS INFO, WHICH GOJ WILL NOT DISCLOSE AT DONORS MEETING).

2. FROM STANDPOINT OF POLITICAL FEASIBILITY, SAID HANABUSA, THE MOST GOJ CAN DO IN 1975 IS MAINTAIN LEVEL OF CONTRIBUTION TO ESF. DOMESTIC POLITICAL OPPOSITION TO CONTINUED GOJ PARTICIPATION IN ESF WILL NOT BE SIGNIFICANTLY DIMINISHED IN SPITE OF RECENT FAVORABLE UN VOTE ON KHMER REPRESENTATION QUESTION. OPPOSITION DIETMEN LED BY JSP MEMBER DEN ARE DEMANDING JAPANESE AID TO CERTAIN COUNTRIES (INCLUDING KHMER) BE ENDED. FOR FIRST TIME, OPPOSITION PARTIES HAVE MAJORITY IN FOREIGN AFFAIRS COMMITTEE OF UPPER HOUSE, AND LIKELIHOOD THAT COMMITTEE WILL BE USED AS PLATFORM FOR OPPOSITION PARTY VIEWS MEANS GOJ AID PROGRAMS WILL BE SUBJECT TO CLOSER PUBLIC SCRUTINY HENCEFORTH THAN IN PAST. AID TO GKR MUST THUS BE HANDLED VERY CAREFULLY.

3. FACT THAT NUMBER OF ESF DONORS IS DECREASING (WITH WITHDRAWAL OF AUSTRALIA LAST YEAR AND EXPECTED CONFIDENTIAL

CONFIDENTIAL

PAGE 03 TOKYO 15651 020521Z

WITHDRAWAL OF NEW ZEALAND THIS YEAR) IS OF SERIOUS CONCERN TO GOJ. IT WOULD BE VERY USEFUL TO GOJ IF NEW DONORS WOULD JOIN ESF. INDONESIA SEEMS ONE POSSIBLE CANDIDATE BECAUSE OF NEW OIL REVENUES, BUT MAY BE RELUCTANT, AS AID RECIPIENT COUNTRY, TO CONTRIBUTE TO ESF FOR FEAR OF JEOPARDIZING RECEIPT OF AID IN FUTURE. INASMUCH AS ASEAN COUNTRIES SUPPORTED GKR IN UN DEBATE, IT MIGHT BE THAT OTHER ASEAN COUNTRIES WILL BECOME

DONORS. IF ALL ASEAN COUNTRIES BECOME DONORS, EVEN OF ONLY NOMINAL AMOUNTS, THIS WOULD BE TREMENDOUS BOOST TO ESF AND GKR.

4. GOJ DOUBTFUL THAT OTHER DONORS WILL INCREASE ESF CONTRIBUTIONS IN 1975. THUS, IT UNLIKELY PROPOSED USG MAXIMUM GRANT OF 20 MILLION DOLLARS CAN BE MATCHED. FOR THAT REASON USG SHOULD DROP MATCHING REQUIREMENT SO AS TO MAXIMIZE USG AID TO GKR IN 1975, WHICH WILL BE QTE SERIOUS YEAR UNQTE FOR GKR.

5. FINATT APPROACHED FINANCE VICE MINISTER YOSHIDA TO REQUEST THAT MOF FAVORABLY CONSIDER FONOFF BUDGET REQUEST FOR ESF CONTRIBUTION. YOSHIDA SAID HE WOULD PERSONALLY TAKE NOTE OF REQUEST.

6. GKR EMBASSY TOKYO MINISTER SUM MANIT TOLD EMBOFF NOVEMBER 27 THAT GKR AMBASSADOR HAD APPROACHED FONOFF (TAKASHIMA, DIRECTOR GENERAL, ASIAN AFFAIRS BUREAU) PREVIOUS DAY TO INVITE GOJ TO DONORS MEETING AND REQUEST 1975 ESF CONTRIBUTION AT HIGHER LEVEL -- 16 MILLION DOLLARS. ACCORDING TO MANIT, TAKASHIMA'S RESPONSE WAS SIMILAR TO THAT OF HANABUSA.
HODGSON

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ECONOMIC ASSISTANCE, MEMBERSHIP, FINANCIAL CONTRIBUTIONS, MINISTERIAL MEETINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 02 DEC 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974TOKYO15651
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D740348-0402
From: TOKYO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19741266/aaaacewr.tel
Line Count: 139
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators:
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: (A) STATE 261229 (B) STATE 259271
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 03 APR 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <03 APR 2002 by elyme>; APPROVED <14-Aug-2002 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ESF CONTRIBUTIONS AND DECEMBER 5 MEETING MANILA
TAGS: EAID, CB, JA, ESF
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005